GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:3870
ANSWERED ON:08.12.2016
Share of Power Sector in Banks' NPAs
Hegde Shri Anant Kumar Dattatreya

Will the Minister of POWER be pleased to state:

(a) whether the power generation sector had 12.39% share in the NPAs of banks during December, 2015 which has increased in June, 2016;

(b) if so, the facts thereof and the percentage of said increase in June, 2016;

(c) whether the Union Government has ascertained the reasons for increase in power sector''s share of NPAs; and

(d) if so, the details thereof?

Answer

THE MINISTER OF STATE (INDEPENDENT CHARGE) FOR POWER,
COAL, NEW & RENEWABLE ENERGY AND MINES

(SHRI PIYUSH GOYAL)

(a) to (d) : No, Madam. The share of Power Generation Sector in the Gross Non-performing Assets (GNPAs) of Scheduled Commercial Banks (SCBs), as on December 2015, was 4.54%, which has decreased to 4.38% in June, 2016, as indicated below:
(In Rs crore)

Period as on	Gross NPAs	Power generations GNPAs	Share of Power Generation - GNPAs in Gross NPAs (in %)
31-Dec-2015	4,36,883	19,831	4.54
30-Jun-2016	6,15,429	26,967	4.38

The Financial Stability Report (June-2015) released by the Reserve Bank of India (RBI) has highlighted some of the major problems in power sector as under:

â€¢ Fuel availability / linkages
â€¢ Project clearances
â€¢ Social activism
â€¢ Aggressive bidding in coal block auctions by power producers resulting in lower plant load factors (PLF).
â€¢ Dependence on imported coal which is more expensive.
â€¢ Poor financial health of State DISCOMs.

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